



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, New Mexico 87401

AUG 13 1999

RECEIVED
AUG 16 1999
OIL CON. DIV.
DIST. 3

IN REPLY REFER TO:

NMSF-080675
3162.3-2 (07100)

Burlington Resources
Attn. Peggy Bradfield
P.O. Box 4289
Farmington, New Mexico 87499

Re: San Juan 27-4, No. 102
NWNE 33-27N- 4W
Lease No. SF-080675
San Juan Co., NM

Dear Ms. Bradfield:

Reference is made to your proposal to use fixed allocation factors for the commingled gas and oil production in the above referenced well. After reviewing the information you supplied in your application and the production history for both the Dakota and Mesaverde formations, you are hereby authorized to use the fixed allocation factors as outlined below:

<u>Formation</u>	<u>Gas</u>	<u>Oil</u>
Mesaverde	43%	15%
Dakota	57%	85%

Commingled production from each zone must be reported in accordance with these established allocation factors. The effective date of commingling will be the date commingling first occurs.

If you have any questions regarding the above, contact Jim Lovato at (505) 599-6367.

Sincerely,

Errol Becher
Acting Team Leader, Petroleum Management Team

cc:
NMOCD, Santa Fe
- NMOCD, Aztec